

NBP/ ~~CNC~~SSL Pacific -  
AsiaSlot Charter  
Agreement  
FMC Agreement No. 201275

~~Original~~ First Revised Title Page

NBP/ ~~CNC~~SSL Pacific - Asia  
SLOT CHARTER AGREEMENT  
FMC AGREEMENT NO. 201275

A Space Charter Agreement

Expiration Date: None

#### **ARTICLE 1: FULL NAME OF THE AGREEMENT**

The full name of this agreement is the NYK Bulk & Projects Carrier Ltd (NBP) / ~~China~~  
~~Navigation Company~~ Swire Shipping Pte. Ltd. (~~SSL~~CNC) Pacific -Asia, Slot Charter Agreement.

#### **ARTICLE 2: PURPOSE OF THE AGREEMENT**

The purpose of this Agreement is to authorize NBP to charter space to ~~CNC~~SSL on certain vessels NBP operates and to authorize ~~CNC~~SSL to charter space to NBP on certain vessels ~~CNC~~SSL operates (as hereinafter defined) and to authorize the Parties to enter into cooperative working arrangements with respect to the chartering and purchase of such space.

#### **ARTICLE 3: PARTIES TO THE AGREEMENT**

The Parties to the Agreement (referred to herein as "Party" or "Parties") are:

~~—THE CHINA NAVIGATION COMPANY PTE LTD~~ Swire Shipping Pte. Ltd. of 300

Beach Road, #27-01 The Concourse, —

- Singapore 199555 (referred to as "~~CNC~~SSL"); and

- **NYK Bulk & Projects Carrier Ltd.** of at Marunouchi 2-3-2, Chiyoda-ku, Tokyo, Japan  
100-0005 (referred to as "NBP").

NBP and ~~CNC~~SSL are herein referred to individually as a "Party" and jointly as "Parties".

#### **ARTICLE 4: GEOGRAPHIC SCOPE OF THE AGREEMENT**

4.1 The geographic scope of this Agreement shall cover the trade between South Korea, Japan, Taiwan, China, Solomon Islands, Vanuatu, New Caledonia, Fiji, Tonga, Western Samoa,

French Polynesia, Kiribati, and Marshall Islands on the one hand and American Samoa on the other hand.

## **ARTICLE 5: AGREEMENT AUTHORITY**

5.1 (a) NBP shall charter to ~~CNCoSSL~~, and ~~CNCoSSL~~ shall charter from NBP, space on a used or not used basis, on each sailing of NBP's South Pacific Service or ~~CNCoSSL~~ Pacific North Asia Service based on the pro forma schedule agreed at the start of the Agreement. NBP will charter 300 teus to ~~CNCoSSL~~ per voyage, and ~~CNCoSSL~~ will charter 150 teus to NBP per voyage, each on a used/not used basis. The amount of teus chartered by each party may be adjusted up or down by up to 25%. Such space shall be made available at such slot charter hire and on such other terms and conditions as the Parties may agree from time to time. The Parties are authorized to discuss and agree on the terms and conditions applicable to the share and sale and purchase of space, including but not limited to the amount of slot charter hire. Additional slots may be chartered to ~~CNCoSSL~~ by NBP or NBP by ~~CNCoSSL~~ on an *ad hoc* basis, subject to space availability.

(b) For purposes of this Agreement, a 20-foot container shall be considered as 1 TEU, 40-foot container and 40HC as 2 TEUs.

(c) The Parties are authorized to discuss and agree on matters relating to terminal operators and stevedores, and to reach agreement on other issues relating to the loading and/or discharge of cargo.

(d) The Parties may discuss and agree upon the chartering, hiring, establishment, use, scheduling and coordination of transshipment, barge and feeder services in the Trade, in conjunction with linehaul vessel operations hereunder.

5.2 NBP or ~~CNCoSSL~~ shall be entitled to use its slot allocation without any geographical restrictions regarding the origin or destination of the cargo, subject to such

operational

restrictions as the Parties may agree on from time to time.

5.3 NBP nor ~~CNCeSSL~~ shall assign, charter, or sub-charter any slots that ~~CNCeSSL~~ or NBP has chartered to it under this Agreement without the prior consent; provided, however, that NBP or ~~CNCeSSL~~ may sub-charter space to its fully owned subsidiaries and affiliates.

5.4 The Parties are authorized to discuss and agree on such general administrative matters and other terms and conditions regarding the implementation of this Agreement as may be necessary or convenient from time to time, including but not limited to performance procedures and penalties, weight restrictions, stowage planning, record-keeping, responsibility for loss of/damage to cargo and/or containers, insurance, force majeure, the handling and resolution of claims and other liabilities, indemnification, documentation and bills of lading, and general average and salvage.

#### **ARTICLE 6: AGREEMENT OFFICIALS AND DELEGATIONS OF AUTHORITY**

The following are authorized to subscribe to and file this Agreement and any accompanying materials and any subsequent modifications to this Agreement with the Federal Maritime Commission:

- (i) Any authorized officer of either Party; and
- (ii) Legal counsel for either Party.

#### **ARTICLE 7: VOTING**

Except as otherwise provided herein, all actions taken pursuant to this Agreement shall be by mutual agreement of the Parties.

## **ARTICLE 8: DURATION AND TERMINATION OF AGREEMENT**

8.1 This Agreement shall enter into effect on the date it becomes effective under the U.S. Shipping Act of 1984 (the "Commencement Date"). The Agreement shall remain effective indefinitely following the Commencement Date. Each Party may terminate this Agreement by giving the other Party written notice thereof at least three (3) months in advance. provided, however that, except where otherwise provided by law or regulation, no such notice shall be given before Six (6) months after the commencement date of this Agreement.

Notwithstanding the foregoing, this Agreement (a) may be terminated at any time by the mutual written agreement of the Parties and (b) will terminate automatically upon the expiry or termination of either ~~CNC~~SSL's Pacific North Asia Service or NBP's South Pacific Island Service, in which case the terminating party will inform ~~CNC~~SSL / NBP about the expiry or termination at least 180 days in advance of said termination. Unless otherwise agreed, this Agreement will remain in force until the completion of all the voyages in progress at the time such notice to terminate would otherwise have taken effect.

8.2 Notwithstanding Article 8.1 above, this Agreement may be terminated pursuant to the following provisions:

(a) If at any time during the term of this Agreement there shall be a change in control of a Party, then the other Party may, within three (3) months of becoming aware of such change, give not less than three (3) month' notice of its intention to terminate this Agreement, which notice shall be given in writing.

(b) If at any time during the term of this Agreement, a Party is dissolved or becomes insolvent or makes a general assignment arrangement or composition with or for the benefit of its creditors or has a winding-up order made against it or enters into liquidation whether

A copy of notices sent to ~~CNC~~oSSL should be provided to the following addresses:

~~THE CHINA NAVIGATION COMPANY PTE LTD~~Swire Shipping Pte. Ltd. of 300 Beach Road,  
#27-01 The Concourse,

Singapore 199555 (referred to as "~~CNC~~oSSL");  
and

A copy of notices sent to NBP should be provided to the following addresses:

**NYK Bulk & Projects Carrier Ltd of at Marunouchi 2-3-2, Chiyoda-ku, Tokyo, Japan  
100-0005 (referred to as "NBP").**

#### **ARTICLE 12: SEVERABILITY**

Should any term or provision of this Agreement be held invalid, illegal or unenforceable, the remainder of the Agreement, and the application of such term or provisions to persons or circumstances other than those as to which it is invalid, illegal or unenforceable, shall not be affected thereby, and each term or provision of this Agreement shall be valid, legal and enforceable to the full extent permitted by law.

#### **ARTICLE 13: AMENDMENT**

Any modification or amendment of this Agreement must be in writing and signed by both Parties and may not be implemented until filed with the FMC and effective under the Shipping Act of 1984, as amended.